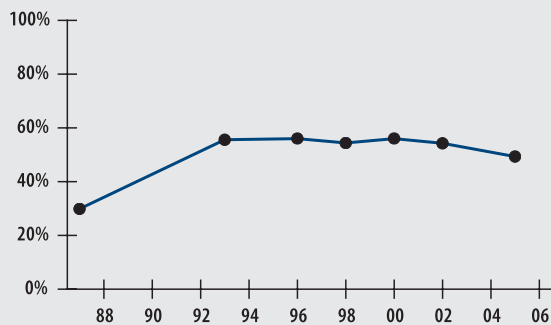
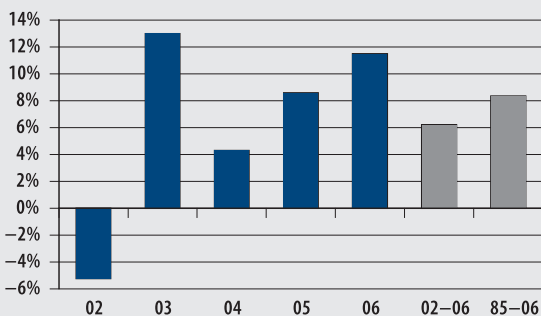


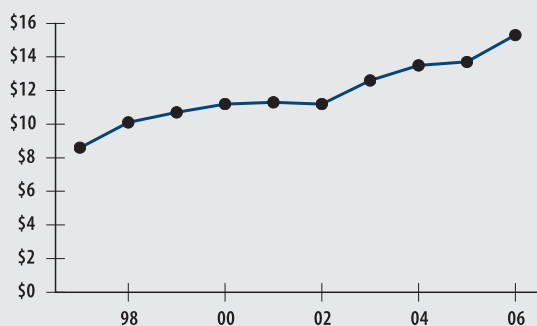
► **Funded Ratio (1987-2006)**



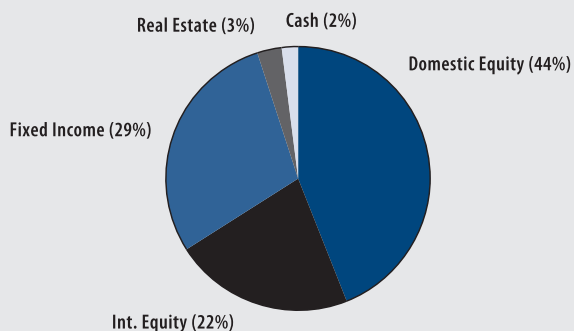
► **Investment Return (2002-2006, 5 Year and 22 Year Averages)**



► **Asset Growth (1997-2006) (Market Value in Millions)**



► **Asset Allocation (12/31/06)**



► **ACTUARIAL**

• Funded Ratio	49.4%
• Date of Last Valuation	01/05
• Actuary	PERAC
• Assumed Rate of Return	8.00%
• Funding Schedule	4.5% Increasing
• Year Fully Funded	2028
• Unfunded Liability	\$14.2 M
• Total Pension Appropriation (Fiscal 2007)	\$1.5 M

	Active	Retired
• Number of Members	234	141
• Total Payroll/Benefit	\$6.0 M	\$1.5 M
• Average Salary/Benefit	\$25,700	\$10,500
• Average Age	46	72
• Average Service	9.3 years	NA

► **INVESTMENT**

**Total Portfolio**

- de Burlo Group

**Custodian**

- Investors Bank & Trust

► 2006 Return	11.50%
► 2006 Target	8.00%
► 2006 Market Value	\$15.3 M
► 2002-2006 (Annualized)	6.23%
► 1985-2006 (Annualized)	8.37%